

NM Life Residential Limited

Annual report and financial statements 2009



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Company information

Directors at 31 December 2009

R Craine

J J Yates (resigned 18 Sep 2009)

Secretary

P Shakespeare

Registered Office

Windsor House

Telford Centre

Telford TF3 4NB

Solicitors

Wragge & Co, Birmingham

Bankers

Barclays Bank Plc

Auditors

PricewaterhouseCoopers LLP

Hay's Galleria

1 Hay's Lane

London SE1

SE1 2RD

Company Registration Number

1530074

NM Life Residential Limited

(registered number 1530074)

Director's report

The Director present the annual report and the audited financial statements of NM Life Residential Limited for the year ended 31 December 2009

Business review and principal activities

The Company is an indirect subsidiary of Admin Re UK Limited which acts as an intermediate UK holding company for Swiss Re GB plc, a reinsurance and financial services group

The Company was an investment Company which no longer trades

Future outlook

The Company no longer trades

Principal risks and uncertainties

From the perspective of the Company, the principal risks and uncertainties are integrated with the principal risks of the Group and are not managed separately

Key Performance Indicators

Given the straightforward nature of the business, the Company's Director is of the opinion that analysis using KPIs is not necessary for an understanding of the development, performance or position of the business

Results

The results for the year ended 31 December 2009, are shown in the financial statements on pages 8 to 13 The Director does not recommend payment of a dividend (2008 £Nil)

Directors and Directors' interests

The name of the Directors who served during the year up to 31 December 2009 are listed on page 3

The Director did not have a disclosable interest in any of the group companies

NM Life Residential Limited

(registered number 1530074)

Director's report

Statement of Directors' responsibilities

The director are responsible for preparing the Director's Report and the financial statements in accordance with applicable law and regulations

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the director is required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The Director confirms that the financial statements comply with the above requirements and also confirms that

so far as the Director is aware, there is no relevant audit information of which the company's auditors are unaware, and

the Director has taken all the steps that he ought to have taken as Director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information

The director is responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. He is also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

Auditors

PricewaterhouseCoopers LLP have expressed their willingness to continue in office and accordingly a resolution to re-appoint PricewaterhouseCoopers LLP as auditors to the company will be proposed at the annual general meeting

By order of the Board



R Craine
Director

11 June 2010

Independent auditors' report to the members of NM Life Residential Limited

We have audited the financial statements of NM Life Residential Limited for the year ended 31 December 2009 which comprise the profit and loss account, the balance sheet, the accounting policies and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page 5, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2009 and of its loss for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Independent auditors' report to the members of NM Life Residential Limited

Matters on which we are required to report exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit



Gordon Ireland (Senior Statutory Auditor)
For and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
London
11 June 2010

Profit and loss account

For the year ended 31 December 2009

	Notes	2009 £000	2008 £000
Administrative expenses		(6)	-
Other interest receivable and similar income	1	-	62
		<hr/>	<hr/>
(Loss)/profit on ordinary activities before taxation		(6)	62
Tax on loss/profit on ordinary activities	3	(33)	(18)
		<hr/>	<hr/>
(Loss)/profit for the financial year	8	(39)	44
		<hr/>	<hr/>

All transactions arise from continuing operations

There are no recognised gains or losses other than the profit on ordinary activities shown above accordingly no statement of total recognised gains and losses has been presented

The accounting policies and notes on pages 10 to 13 form part of these financial statements

Balance sheet

As at 31 December 2009

	Notes	2009 £000	2008 £000
Current assets			
Debtors	4	4,566	4,566
Cash at bank and in hand		4	10
Total current assets		<u>4,570</u>	<u>4,576</u>
Creditors amounts falling due within one year	5	(160)	(127)
Net current assets		<u>4,410</u>	<u>4,449</u>
Net assets		<u><u>4,410</u></u>	<u><u>4,449</u></u>
Capital and reserves			
Called up share capital	6	722	722
Share premium account	7	1,185	1,185
Profit and loss account	7	2,503	2,542
Total shareholders' funds	8	<u><u>4,410</u></u>	<u><u>4,449</u></u>

The financial statements were approved by the Board of Directors on 11 June 2010 and signed on behalf by

R Craine
Director



The accounting policies and notes on pages 10 to 13 form part of these financial statements

Accounting policies for year ending 31 December 2009

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements

Basis of preparation

The financial statements have been prepared on a going concern basis in accordance with the Companies Act 2006 and applicable United Kingdom accounting standards

The Company is exempt from preparing a cash flow statement in accordance with Financial Reporting Standard 1 (revised 1996) as the ultimate parent company Swiss Reinsurance Company, prepares a consolidated cash flow statement in which the results of the company are included. In addition, advantage has been taken of the exemption available under Financial Reporting Standard 8, not to disclose details of transactions with other related companies as it is a wholly owned subsidiary

Changes in accounting policies

The Companies Act 2006 is fully implemented in the financial statements this year and its requirements replace the equivalent regulations set out in Companies Act 1985

An amendment to FRS 8 'Related party transactions' is applicable for this accounting period. The definition of related party has been amended to be consistent with IAS 24

Taxation

Tax is charged on all profit and income earned to date less reliefs

Notes to the financial statements for year ending 31 December 2009

1. Other interest receivable	2009	2008
	£000	£000
Interest receivable	-	62

Auditors' remuneration

Audit fees of £3,000 (2008 £3,000) are borne by a parent undertaking

2. Staff costs and directors emoluments

No staff are employed by the company other than the directors who are remunerated by a fellow subsidiary undertaking

The directors received no emoluments for their services to the company (2008 £Nil)

3. Taxation

(a) Tax charge

	2009	2008
	£000	£000
Current tax charge	10	18
Adjustments relating to prior years	23	-
Total tax charge	33	18

(b) Factors affecting tax charge for the period

The tax assessed for the period is lower than the standard rate of corporation tax in the UK 28% (2008 28.5%) The differences are explained below

	2009	2008
	£000	£000
(Loss)/profit on ordinary activities before tax	(6)	62
(Loss)/profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 28% (2008 28.5%)	(2)	18
Effects of:		
Prior year adjustment	23	-
Imputed interest on interest free loan (see note 4)	12	-
Current tax charge for year	33	18

The prior year adjustment relates to the provision of tax on the imputed interest arising in prior periods on the interest free loan that has not been previously accounted for

Notes to the financial statements for year ending 31 December 2009

4. Debtors	2009	2008
	£000	£000
Amounts owed from group undertakings	4,566	4,566

Amounts owed by group undertakings comprise of one unsecured loans to Admin Re UK Limited, a fellow group undertaking This is a non interest bearing loan

5 Creditors	2009	2008
	£000	£000
Other creditors including tax & social security	142	109
Amounts owed to group undertakings	18	18
	<u>160</u>	<u>127</u>

6. Called up share capital	2009	2009	2008	2008
	Number	£000	Number	£000
	000		000	
Authorised				
Ordinary shares of 10p each	50,000	5,000	50,000	5,000
	<u></u>	<u></u>	<u></u>	<u></u>
Allotted, called up and fully paid				
Ordinary shares of 10p each	7,219	722	7,219	722
	<u></u>	<u></u>	<u></u>	<u></u>

7 Reserves	Share capital	Share premium	Profit and loss account
	£000	£000	£000
At 1 January 2009	722	1,185	2,542
Retained loss for the financial year	-	-	(39)
	<u>722</u>	<u>1,185</u>	<u>2,503</u>

8 Total shareholders' funds	2009	2008
	£000	£000
Opening shareholders' funds	4,449	4,405
Result for the financial year	(39)	44
	<u>4,410</u>	<u>4,449</u>

Notes to the financial statements for year ending 31 December 2009

9. Immediate and ultimate parent undertaking

The immediate parent company is Windsor Life Assurance Company Limited, incorporated in England and Wales

The smallest and largest group in which the results of the Company are consolidated is that of Swiss Reinsurance Company Ltd which is the ultimate parent undertaking. The consolidated accounts of Swiss Reinsurance Company may be obtained from its registered office at Mythenquai 50/60, PO Box 8022, Zurich, Switzerland